#### MAY 31, 2000

THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON MAY 31, 2000 IN THE TRUST LANDS ADMINISTRATION OFFICE, 675 EAST 500 SOUTH, SUITE 500, SALT LAKE CITY, UTAH 84102-2818, ON THE BELOW-LISTED MINERAL, SURFACE, AND TRUST ACCOUNTING BUSINESS MATTERS AS INDICATED.

THESE MINUTES INCLUDE MINERAL ACTIONS AS LISTED ON PAGES M-1 TO M-2; SURFACE ACTIONS AS LISTED ON PAGES S-1 TO S-10; AND TRUST ACCOUNTING ACTIONS AS LISTED ON PAGE A-1.

KEVIN S. CARTER, ACTING DIRECTOR FOR

DAVID T. TERRY, DIRECTOR SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION

LESLIE M. WARNER, RECORDS OFFICER

# EXPIRATION OF MINERALS MATERIALS PERMITS

The Minerals Materials Permits listed below have reached the end of their terms and expired on the date listed. This item is for record keeping purposes.

ML 48263-MP

T43S, R16W, SLB&M

Washington County

3-H Landscape

Sec. 11: NW1/4NW1/4

40.00 acres

2160 East Riverside Dr. St. George, UT 84790

Fund: SCH

Expiration Date: May 31, 2000

ML 48294-MP

T13S, R20E, SLB&M

**Uintah County** 

Abelecio Jiron

Sec. 2: E1/2E1/2

160.00 acres

1550 Old Farm Rd Duchesne, UT 84021

Fund: SCH

Expiration Date: May 31, 2000

## **EXPIRATION OF GYPSUM LEASE**

The Gypsum lease listed below has reached the end of its term and expired on the date listed. This item is for record keeping purposes.

ML 44850

T19S, R12E, SLB&M

**Emery County** 

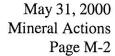
Emery Industrial Resources Sec. 19: Lot 2

33.37 acres

P.O. Box 489 Price, UT 84501

Fund: SCH

Expiration Date: May 31, 2000





### REJECTION OF SILICA SAND APPLICATION - ML 48325; FUND: SCH

On August 26, 1999, Mr. Gary Applegate personally submitted an over-the-counter application for lease of Silica Sand. At the time the application was submitted Silica Sands and Industrial Sands were withdrawn from over the counter leasing. The minerals section accepted the application along with the application fee of \$30.00 and first years rental of \$640.00 pending approval of the application upon receipt of a lease proposal as prescribed under the guidelines for issuance of lease as a business arrangement. The applicant was supposedly in the final stages of securing a contract in which the silica sand would be used as a flux in the smelting process. Despite several conversations urging the applicant to present a lease proposal no such proposal was ever submitted. Given the amount of time the Trust Lands Administration has allowed for the applicant to submit a lease proposal and the amount of time the Trust Lands Administration has held the first years rental without benefit of a lease agreement and to avoid potential misunderstanding between the applicant and the Trust Lands Administration it is recommended that Silica Sand application ML 48325 be rejected and the first years rental, in the amount of \$640.00, be refunded to the applicant, Mr. Gary Applegate signor of the application. The \$30.00 application fee will be forfeited to the Trust Lands Administration.

Mr. Stokes recommends that the Director reject Silica Sand application, ML 48325 and the applicant, Mr. Gary Applegate be refunded the first years rental of \$640.00.

Applicants address is:

Gary Applegate P.O. Box 668

Tooele, Utah 84074

#### EXPIRATION OF METALLLIFEROUS MINERAL

The Metalliferous Mineral lease listed below has reached the end of its term and expired on the date listed. **This item is for record keeping purposes.** 

ML 44843 T29S, R16W, SLB&M Larry Sower Sec. 36: E½ P.O. Box 313 Beaver County 320.00 acres

Fund: SCH

Milford, UT 84751

Expiration Date: May 31, 2000

### GRAZING PERMITS

## GRAZING PERMIT NO. 21433 (RENEWAL)

The following grazing permit has been renewed for a period of 15 years, beginning May 1, 2000, and expiring April 30, 2015.

<u>Permit #</u>	<u>#Acres</u>	<u>#AUMs</u>	County(s)	Fund(s)
21433 00	2,560.00	138.85	Grand	School

This item was submitted by Ms. Kleinke for record-keeping purposes.

# TRUST LANDS ADMINISTRATION Approve \_\_\_\_\_\_\_ Denv

# GRAZING PERMIT NO. 20886 (ASSIGNMENT)

Victor Price, P.O. 292, Castle Dale, UT 84513, is requesting permission to assign 100% of his interest in the above-referenced grazing permit to Elden Price, P.O. Box 342, Ferron, UT 84523. The \$20.00 assignment fee has been submitted. Emery County. Miners Hospital fund.

Ms. Kleinke recommends the Director approve the assignment of Grazing Permit No. 20886.

TRUST LANDS
ADMINISTRATION
Approve 
Deny

### GRAZING PERMIT NO. 21505 (SUBLEASE)

Taylor Livestock, c/o D.L. Taylor, 24 Apache Circle, Moab, UT 84532, has requested permission to sublease a portion of the above referenced grazing permit to the following individuals:

Harley Bates	490.00	AUM'S
Anges Wareham	120.00	AUM'S
Howard Van Winkle	675.00	AUM'S
Mike Wilcox	600.00	AUM'S
Jim Allred	300.00	AUM'S
TOTAL	2,185.00	AUM'S

The sublease fee of \$2,185.00 has been submitted. Grand County. School fund.

Ms. Kleinke recommends the Director approve the sublease of Grazing Permit No. 21505.

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TRUST LANDS
ADMINISTRATION
Approve

Deny

# GRAZING PERMIT NO. 22131 (REDUCTION OF ACREAGE AND AUMS)

GP 22131 is held by Dry Creek L.C., 370 Abbey Lane, Providence, UT 84332. The following acreage was sold at public auction on October 15, 1999, and should be deleted from GP 22131.

Township 4 North, Range 2 East, SLB&M Section 2: Lots 1-16 (All)

Morgan County School fund

GP 22131 will now contain 80.00 acres and 13.6 AUMs.

Ms. Durrant recommends the Director approve the amendment of GP 22131.

# GRAZING PERMIT NO. 21788 (REDUCTION OF ACREAGE AND AUMS)

TRUST LANDS
ADMINISTRATION
Approve
Deny

GP 21788 is held by Frank W. Bohman, 3500 W. Bohman Lane, Morgan, UT 84050. The following acreage was sold at public auction on October 15, 1999, and should be deleted from GP 21788.

Township 4 North, Range 2 East, SLB&M Section 4: Lot 1, S\(^1\)XNE\(^1\)4, NW\(^1\)4SE\(^1\)4

Morgan County School fund

GP 21788 will now contain 160.00 acres and 22.0 AUMs.

Ms. Durrant recommends the Director approve the amendment of GP 21788.

GRAZING PERMIT NO. 20957 (REDUCTION OF ACREAGE AND AUMS)

TRUST LANDS ADMINISTRATION Approve Deny

GP 20957 is held by Spencer Land & Livestock, Yost Route, HC 72 Box 2418, Malta, ID 83342. The following acreage was sold at public auction on October 15, 1999, and should be deleted from GP 20957.

Township 15 North, Range 15 West, SLB&M Section 36: E1/2

Box Elder County School fund

GP 20957 will now contain 320.00 acres and 41.0 AUMs.

Ms. Durrant recommends the Director approve the amendment of GP 20957.

May 31, 2000
Surface Actions
Page S-3
TRUST LANDS
ADMINISTRATION
Approve

Deny

# GRAZING PERMIT NO. 23057 (REDUCTION OF ACREAGE AND AUMS)

GP 23057 is held by Don Eliason, P.O. Box 766, Snowville, UT 84337. The following acreage was sold at public auction on October 15, 1999, and should be deleted from GP 23057.

Township 14 North, Range 10 West, SLB&M
Section 17: All
Box Elder County
School fund

GP 23057 will now contain 3,821.12 acres and 289.0 AUMs.

Ms. Durrant recommends the Director approve the amendment of GP 23057.

GRAZING PERMIT NO. 22205 (CANCELLATION)

TRUST LANDS
ADMINISTRATION
Approve
Denv

GP 22205 is held by Spencer Land & Livestock, Yost Route, HC 72 Box 2418, Malta, ID 83342. The following acreage was sold at public auction on October 15, 1999.

Township 15 North, Range 15 West, SLB&M Box Elder County Section 36: W2 School fund

As this is the only land contained in GP 22205, the permit should be canceled.

Ms. Durrant recommends the Director approve the cancellation of GP 22205.

GRAZING PERMIT NO. 20314 (CANCELLATION)

TRUST LANDS ADMINISTRATION Approve Deny

GP 20314 is held by Roger A. Burt, 7965 West 3200 North, Corinne, UT 84307-9751. The following acreage was sold at public auction on October 15, 1999.

Township 3 North, Range 10 East, SLB&M Summit County Section 10: Lots 1-7 School fund

As this is the only land contained in GP 20314, the permit should be canceled.

Ms. Durrant recommends the Director approve the cancellation of GP 20314.

TRUS	LANDS
ADMINI	STRATION
Approve	n
Deny	

# GRAZING PERMIT NO. 21776 (CANCELLATION)

GP 21776 is held by House Brand Ranch, Croyden, UT 84018. The following acreage was sold at public auction on October 15, 1999.

Township 4 North, Range 4 East, SLB&M Section 2: Lots 1-4, S½

Morgan County School fund

As this is the only land contained in GP 21776, the permit should be canceled.

Ms. Durrant recommends the Director approve the cancellation of GP 21776.

TRUST LANDS
ADMINISTRATION
Approve
Denv

# GRAZING PERMIT NO. 23078 (CANCELLATION)

GP 23078 is held by Max Rasmussen, 130 East 500 North, Vernal, UT 84078. The following acreage was sold at public auction on October 15, 1999.

Township 1 South, Range 24 East, SLB&M Section 6: Lot 3

Uintah County School fund

As this is the only land contained in GP 23078, the permit should be canceled.

Ms. Durrant recommends the Director approve the cancellation of GP 23078.

TRUST LANDS
ADMINISTRATION
Approve 
Deny

#### GRAZING PERMIT NO. 21795 (CANCELLATION)

GP 21795 is held by James R. Siddoway, P.O. Box 583, Vernal, UT 84078. The following acreage was sold at public auction on October 15, 1999.

Township 1 North, Range 23 East, SLB&M Section 19: NE4SE4

Uintah County Reservoirs fund Reservoirs fund

Section 19: NE4SE4 Section 20: NW4NW4

As this is the only land contained in GP 21795, the permit should be canceled.

Ms. Durrant recommends the Director approve the cancellation of GP 21795.

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TRUST LAND	S
ADMINISTRAT	ION
Approve 1	
Deny	

### GRAZING PERMIT NO. 23079 (CANCELLATION)

GP 23079 is held by Grant L. Hacking Partnership, 1745 North 3500 West, Vernal, UT 84078. The following acreage was sold at public auction on October 15, 1999.

Township 1 North, Range 23 East, SLB&M Section 23: NW4NW4

Uintah County School fund

As this is the only land contained in GP 23079, the permit should be canceled.

Ms. Durrant recommends the Director approve the cancellation of GP 23079.

GRAZING PERMIT NO. 20296 (NAME CHANGE)

TRUST LANDS
ADMINISTRATION
Approve \_\_\_\_\_\_\_
Deny

Sam F. Taylor, P.O. Box 144, New Castle, UT 84756, has requested removal of Mary Taylor's name from Grazing Permit No. 20296 as she has passed away. Sam has provided us with a copy of Mary's Certificate of Death. No fees were assessed. Iron County. School fund.

Mr. Torgerson recommends the Director approved the name change for GP 20296.

TRUST LANDS
ADMINISTRATION
Approve
Deny

GRAZING PERMIT NO. 20833 (ADDITION OF ACREAGE AND AUMS)

Verl Tolbert, 2915 North 7400 West, Abraham, UT 84635, has requested the addition of the following acreage to the above referenced grazing permit.

T 19 S, R 14 W, SLB&M Sec. 2: All (8 AUM's)

GP 20833 will now contain 27 AUMs and 1,280.00 acres. A check for \$16.00 was paid to cover the additional unpaid grazing fee (\$15.60) and weed fee (\$0.40). A \$20.00 amendment fee has also been paid. Millard County. School fund.

Mr. Torgerson recommends that the Director approved the addition of acreage and AUMs for GP 20833.

# <u>EASEMENTS</u>

TRUST LANDS
ADMINISTRATION
Approve 
Denv

# EASEMENT NO. 434 (AMENDMENT APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Anadarko Petroleum Corporation

Attn: Anita Simon

P.O. Box 1330

Houston, Texas 77251-1330

## LEGAL DESCRIPTION:

Township 14 South, Range 10 East SLB&M

Section 3: (within) Section 4: (within)

Lateral "H"

A 33 foot wide right-of-way 16.5 feet on each side of the following described centerline:

Beginning at a point on the south line of the SE4SW4 of Section 3, Township 14 South, Range 10 East, SLB&M, which bears N 89°34'48" E 2546.24 feet from the southwest corner of said Section 3, thence N 01°01'37" E 205.09 feet; thence N 35°54'00" E 375.68 feet; thence N 31°50'17" E 264.86 feet; thence N 01°01'47" east 414.97 feet; thence N 10°18'23" W 251.74 feet; thence N 12°00'30" W 194.39 feet; thence N 07°39'48" E 664.70 feet; thence N 02°20'58" E 122.34 feet; thence N 06°43'32" E 308.98 feet; thence N 04°21'27" E 124.18 feet; thence N03°59'12" E 273.67 feet; thence N 17°12'22" E 128.93 feet; thence N 32°00'12" E 225.41 feet; thence N 23°48'04" E 231.37 feet; thence N 06°17'21" E 432.09 feet; thence N 03°07'03" E 600.21 feet; thence N 08°40'11" E 272.58 feet; thence N 03°40'04" E 90.69 feet; thence N  $06^{\circ}04'08"$  E 366.86 feet to a point on the north line of the NW4NE4 of Section 3, Township 14 South, Range 10 East, SLB&M, which bears N 89°13'25" East 846.61 feet from the north quarter corner of said Section 3, the side lines of said described right-of-way being shortened or elongated to meet the grantor's property lines. Basis of bearings is the east line of the NE4 of Section 4, Township 14 South, Range 10 East, SLB&M, which is assumed from the county survey plat to bear S 00°38'26" W. Contains 4.20 acres more or less.

#### Lateral "I"

A 33 feet wide right-of-way 16.5 feet on each side of the following described centerline.

Beginning at a point on the south line of the SW4SW4 of Section 4, Township 14 South, Range 10 East, SLB&M, which bears S 89°53'57" E 1338.09 feet from the southwest corner of said Section 4, thence N 01°34'11" W 263.95 feet; thence N 01°32'05" E 767.96 feet; thence N 16°31'02" E 334.73 feet; thence N 14°16'55" E 102.31 feet; thence N 15°42'55" E 406.67 feet; thence N 11°21'41" E 625.16 feet; thence N 19°40'21" E 73.48 feet; thence N 16°40'38" E 450.67 feet; thence N 19°18'36" E 118.98 feet; thence N 16°47'10" E 593.89 feet; thence N 15°16'02" E 1026.83 feet; thence N 16°10'20" E 114.99 feet; thence N 12°30'11" E 268.52 feet; thence N  $35^{\circ}00'08"$  E 312.14 to a point on the north line of the NE4NW4 of Section 4, which bears N 89°27'30" E 50.38 feet from the north quarter corner of said section 4. The side lines of said described right-of-way being shortened or elongated to meet the grantor's property lines. Basis of bearings is the east line of the NE4 of Section 4, Township 14 South, Range 10 East, SLB&M, which is assumed from county survey plat to bear S 00°38'26" W. Contains 4.14 acres more or less.

COUNTY: Carbon ACRES: 8.34 FUND: School

#### PROPOSED ACTION:

The applicant has submitted a request to amend the existing purpose of Easement 434. When the easement was approved by the Director, on October 22, 1997, the purpose was for a road, a gas pipeline, a water pipeline, and an electrical transmission line across state trust lands within a 33 foot wide corridor. The amendment would include the right to construct, operate, repair and maintain a road, <u>multiple gas pipelines</u>, <u>multiple water pipelines</u>, and an electrical transmission line. The additional gas pipelines and water pipelines will be within the existing 33 foot wide corridor.

The legal description will also be amended to correct an error. The sections listed on the original survey and easement document were in error.

# RELEVANT FACTUAL BACKGROUND:

Easement 434 was issued to Anadarko Petroleum Corporation October 22, 1997, for a term of 30 years. The amendment will allow the Grantee the opportunity to add additional gas pipelines and water pipelines within the original 33 foot wide corridor. The action qualifies for an exemption from the Resource Development Coordinating Committee (RDCC) process because any further impact will be within the existing 33 foot wide corridor and will be consistent with the existing use. The staff archaeologist reviewed this project in 1997 and indicated that it is not an "undertaking."

The applicant has submitted a \$400.00 amendment fee. All of the easement terms will remain the same.

#### EVALUATION OF FACTS:

- 1. The easement is not located entirely on State Trust Lands.
- 2. The term of the easement will remain at 30 years beginning December 1, 1997.
- 3. The applicant has paid the School and Institutional Trust Lands Administration the amendment fee as determined pursuant to R850-40-600.
- 4. The proposed easement will not have an unreasonably adverse effect on the developability or marketability of the subject property.

Mr. Higgins recommends the Director approve this amendment to Easement 434. The expiration date will remain December 1, 2027.

# EASEMENT NO. 106 (REINSTATEMENT)

TRUST LANDS
ADMINISTRATION
Approve \_\_\_\_\_\_
Deny

Arco Pipeline Company, 15600 J F Kennedy Blvd, Suite 300, Houston, TX 77032, has requested the reinstatement of Easement No. 106. This easement was canceled for non-payment of the \$20.00 administrative fee. The \$400.00 reinstatement fee as well as the \$20.00 administrative fee and \$10.00 late fee, totaling \$430.00, have been paid. San Juan County. School fund.

Mr. Parmenter recommends the Director approve the reinstatement of Easement No. 106.

TRUST LANDS
ADMINISTRATION
Approve L
Deny

## RIGHT OF WAY NO. 553 (REINSTATEMENT)

Arco Pipeline, 15600 J F Kennedy Blvd, Suite 300, Houston, TX 77032, has requested the reinstatement of Right of Way No. 553. This right of way was canceled for non-payment of the \$10.00 administrative fee. The \$400.00 reinstatement fee as well as the \$10.00 administrative and the \$10.00 late fee, totaling \$420.00, have been paid. Additionally, the permittee has submitted \$2,105.31 which is the difference between what was originally paid for this right of way and current market value of this permit. This right of way will be amended to reflect 15 years remaining on the term. San Juan County. School fund.

Mr. Parmenter recommends the Director approve the reinstatement of Right of Way No. 553.

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TRUST	ΓLANDS
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Approve	w
Deny	

#### EASEMENT NO. 382 (ASSIGNMENT)

Chevron U.S.A. Production Company, 1301 McKinney Street, Houston, Texas 77010, has requested permission to assign 100% of its interest in Easement No. 382 to Shenandoah Energy Inc., 475 17<sup>th</sup> Street, Suite 1000, Denver, Colorado 80202. The easement is for an above-ground 4-inch O.D. natural gas pipeline. The \$200.00 assignment fee has been paid. Easement 382 began its term on January 1, 1996 for a 30-year term, therefore no additional fees are due. The expiration date is August 31, 2026. Uintah County. School fund.

Mr. Higgins recommends the Director approve the assignment of Easement No. 382.

# TRUST LANDS ADMINISTRATION Approve Deny

TRUST LANDS ADMINISTRATION Approve

### RIGHT OF WAY NO. 988 (ASSIGNMENT)

Chevron U.S.A. Production Company, 1301 McKinney Street, Houston, Texas 77010, has requested permission to assign 100% of its interest in Easement No. 988 to Shenandoah Energy Inc., 475 17<sup>th</sup> Street, Suite 1000, Denver, Colorado 80202. The easement is for a natural gas pipeline. The \$200.00 assignment fee has been paid. Right of Way No. 988 began its term on January 1, 1965. The easement was assigned to Chevron in 1995, and all conditions of R850-40-1600(1)(b) and R850-40-1600 (1)(c) were satisfied at that time, therefore no additional fees are due. The expiration date is August 15, 2010. Uintah County. School fund.

Mr. Higgins recommends the Director approve the assignment of Right of Way No. 988.

Deny

#### RIGHT OF WAY NO. 2411 (ASSIGNMENT)

CURRENT GRANTEE (ASSIGNOR): Ivan Lyman & Dorothy Lyman 14553 Talley Dobbins Lane Haines, OR 97833

PROPOSED GRANTEE (ASSIGNEE): Shane Robison & Robin Robison Trustees of the Robison Family Trust 27801 Edgerton Rd. Los Altos Hills, CA 94022

Fund: School Assignment fee: \$200.00
New Exp. Date: January 12, 2015 Add'l easement charge: 533.26
County: Garfield Total amount submitted: \$733.26

#### PROPOSED ACTION:

The current grantee has requested permission to assign 100% of its

interest in the above referenced easement.

#### RELEVANT FACTUAL BACKGROUND:

The right of way was originally approved on July 26, 1982. It is for a water pipeline, a settling pond, and a diversion ditch. The easement is described on maps within the right of way file. Following the issuance of the right of way, the pipeline, settling pond and diversion ditch were constructed and are currently in use. The grantee also promised in the agreement to pay \$20.00 to the grantor on or before January 1, 1984, and every three years thereafter. An assignment fee of \$200.00 and an additional easement charge of \$533.26 were submitted.

#### EVALUATION OF FACTS:

The assignee is a qualified person under application qualifications outlined in R850-3-200.

The original right of way was issued in perpetuity. The assignees have been informed in writing that the perpetual term must be amended pursuant to R850-40-1600(1) (b). The assignee has agreed to an amendment of the term having an expiration date of January 12, 2015.

The requirements of R850-40-1600(1)(c) to pay the difference between what was originally paid and what would now be paid have also been satisfied. When the right of way was issued in 1982, the applicant submitted an easement fee of \$451.22 (82.04 rods at \$5.50 per rod) for the pipeline portion of this easement. Today, the same easement would cost \$12.00 per rod and would result in a fee of \$984.48. The difference of \$533.26 is the additional easement charge required to assign the easement. This amount has been submitted.

Mr. Brown recommends the Director approve the assignment of ROW 2411.

#### TIMBER SALES

#### TIMBER APPLICATION NO. 755

The School and Institutional Trust Lands Administration, pursuant to the contract for TA 755, has received trip tickets from Intermountain Resources LLC, P.O. Box 670, Montrose, CO 81402, totaling 125.15 MBF of saw timber @ \$121.00/MBF. Payment in the sum of \$15,143.15 has been received (Receipt #RF 483). Uintah and Grand Counties. School fund.

This item was submitted by Mr. Torgerson for record-keeping purposes.

# **INTEREST RATES**

Following are the current and past year prime rates as reported by Zions Bank:

CURRENT YEAR YEAR AGO

9.50% 7.75%